

**TENNESSEE HOUSING DEVELOPMENT AGENCY**  
**SUPPLEMENTARY INFORMATION**  
**SUPPLEMENTARY STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2001**  
**(Expressed in Thousands)**

	Operating Group	Mortgage Finance Program	Home- ownership Program Bonds	Single Family Mortgage Notes	Totals
Cash flows from operating activities:					
Receipts from customers	\$ 534	\$ 74,930	\$ 173,313	\$ -	\$ 248,777
Receipts from other funds	-	7			7
Other miscellaneous receipts	1,121	63	2	-	1,186
Acquisition of mortgage loans	-	(585)	(116,361)	-	(116,946)
Payments to service mortgages	(2)	(1,312)	(4,134)	-	(5,448)
Payments to suppliers	(2,172)	(148)	(347)	(3)	(2,670)
Payments to federal government	-	-	(422)	(125)	(547)
Payments to other funds	-	-	(7)		(7)
Payments to employees	(1,672)	-	-	-	(1,672)
Net cash provided (used) by operating activities	(2,191)	72,955	52,044	(128)	122,680
Cash flows from non-capital financing activities:					
Operating grants received	63,809	-	-	-	63,809
Operating transfers in (out)	3,194	(3,220)	(8)	34	-
Negative cash balance implicitly financed (repaid)	-	1,947	(2,842)	-	(895)
Proceeds from sale of bonds	-	-	135,390	-	135,390
Proceeds from issuance of notes	-	-	-	84,865	84,865
Operating grants paid	(77,339)	-	(155)	-	(77,494)
Cost of issuance paid	-	-	(1,062)	(30)	(1,092)
Principal payments	-	(34,200)	(160,267)	-	(194,467)
Interest paid	-	(28,779)	(72,541)	(1,240)	(102,560)
Net cash provided (used) by non-capital financing activities	(10,336)	(64,252)	(101,485)	83,629	(92,444)
Cash flows from investing activities:					
Proceeds from sales and maturities of investments	19,349	118,486	392,189	-	530,024
Purchases of investments	(5,615)	(128,675)	(221,784)	-	(356,074)
Investment interest received	3,360	10,666	21,019	1,513	36,558
Net cash provided by investing activities	17,094	477	191,424	1,513	210,508
Net increase in cash and cash equivalents	4,567	9,180	141,983	85,014	240,744
Cash and cash equivalents, July 1	28,131	19,679	69,514	124	117,448
Cash and cash equivalents, June 30	\$ 32,698	\$ 28,859	\$ 211,497	\$ 85,138	\$ 358,192

**TENNESSEE HOUSING DEVELOPMENT AGENCY**  
**SUPPLEMENTARY INFORMATION**  
**SUPPLEMENTARY STATEMENT OF CASH FLOWS (cont.)**  
**FOR THE YEAR ENDED JUNE 30, 2001**  
**(Expressed in Thousands)**

	Operating Group	Mortgage Finance Program	Home- ownership Program Bonds	Single Family Mortgage Notes	Totals
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income	\$ 3,641	\$ 16,390	\$ 27,040	\$ 132	\$ 47,203
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation and amortization	10	211	605	30	856
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	(4)	1,418	(2,890)	-	(1,476)
(Increase) decrease in mortgage interest receivable	15	311	(449)	-	(123)
(Increase) decrease in first mortgage loans receivable	374	44,076	(20,367)	-	24,083
(Increase) decrease in deferred charges	(9)	-	-	-	(9)
(Increase) decrease in other receivables	-	-	2	-	2
(Increase) decrease in interfund receivables	-	-	(7)	-	(7)
Increase (decrease) in interfund payables	-	7	-	-	7
Increase (decrease) in accounts payable	(991)	517	812	(125)	213
Increase (decrease) in accrued payroll	46	-	-	-	46
Increase (decrease) in due to primary government	11	-	-	-	11
Increase (decrease) in deferred revenue	-	389	(70)	-	319
Investment income included as operating revenue	(5,284)	(18,217)	(30,897)	(1,513)	(55,911)
Interest expense included as operating expense	-	27,853	78,265	1,348	107,466
Total adjustments	(5,832)	56,565	25,004	(260)	75,477
Net cash provided (used) by operating activities	\$ (2,191)	\$ 72,955	\$ 52,044	\$ (128)	\$ 122,680
Noncash investing, capital, and financing activities:					
Accretion of deep discount bonds	\$ -	\$ -	\$ 5,353	\$ -	\$ 5,353
Total noncash investing, capital, and financing activities	\$ -	\$ -	\$ 5,353	\$ -	\$ 5,353